

***Relative Revenue Generation from New Mexico Taxes***

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## **Major New Mexico Tax Collections**

- **The following table provides data on collections of major New Mexico taxes for the ten year period, FY 1998 – FY 2007**
  - **The taxes include are all State and local taxes collected by TRD plus the property tax**
  - **Excluded are non-property taxes that are not collected by TRD**
- **The first bank of data is net collections (in millions) over the period**
  - **Total tax collections rose over the period from \$4.3 billion to \$7.7 billion, and increase of nearly 79 percent**
  - **Gross receipts taxes rose from \$1.8 billion to \$3.3 billion, a little over 80 percent**
  - **Selective excises rose over 50 percent, from about \$0.4 to about \$0.6 billion, with much of this increase due to legislative changes**
  - **The personal income tax rose from \$0.8 billion to \$1.2 billion, about 46 percent, in spite of significant legislated tax cuts**
  - **The corporate income tax rose from under \$0.2 billion to over \$0.4 billion, more than 225 percent, due to rising corporate profits**
  - **Oil and gas taxes increased the most over the period, both in dollar value and percentage wise, from \$0.4 billion to over \$1 billion, or 278 percent, due to rising oil and gas prices**
  - **All other TRD collected taxes rose only modestly over the period**
  - **The property tax rose at the same rate, 80 percent, as all major taxes, from over \$0.5 billion to a little under \$1.0 billion**

## **Major New Mexico Tax Collections – Cont.**

- **The second bank of data in the table shows the percent distribution of the major taxes**
  - **The share of oil and gas taxes rose significantly, from 8.7 to 13.5 percent**
  - **The gross receipts and corporate income tax share also rose**
  - **Selective excise taxes and the personal income tax shares both fell, as did the share from “all other” TRD taxes**
  - **The property tax share was fairly constant over the period**
- **The third bank of data shows each major tax as a percent of personal income**
  - **Personal income grew a little slower than total tax collections over the period (67 percent vs. 79 percent), so total taxes as a percent of personal income rose, from 12.1 percent to 13.0 percent**
  - **The taxes that grew faster than personal income, gross receipts, corporate income tax, and oil and gas taxes, and property taxes, all rose relative to personal income**
  - **The remaining taxes fell relative to personal income**
  - **Collections of each major tax as a percent of personal income are shown in the chart following the table**

## Major New Mexico Taxes, FY 1998 - FY 2007

	FY 1998	FY 1999	FY 2000	FY 2001	FY 2002	FY 2003	FY 2004	FY 2005	FY 2006	FY 2007
<i>Net Collections (in millions)</i>										
Gross Receipts Taxes <sup>1</sup>	1,809	1,868	1,931	2,097	2,150	2,262	2,408	2,643	2,997	3,269
Selective Excise Taxes <sup>2</sup>	392	397	418	419	439	463	520	548	573	589
Personal Income Tax	800	808	881	911	1,032	942	1,031	1,106	1,038	1,168
Corporate Income Tax	180	164	166	220	142	103	142	251	383	406
Oil and Gas Taxes <sup>3</sup>	377	271	412	773	505	564	765	941	1,190	1,046
All Other TRD Taxes <sup>4</sup>	224	243	233	231	226	232	219	254	282	282
Property Taxes <sup>5</sup>	546	578	634	676	743	735	817	840	910	982
<b>Total<sup>6</sup></b>	<b>4,328</b>	<b>4,329</b>	<b>4,675</b>	<b>5,326</b>	<b>5,236</b>	<b>5,300</b>	<b>5,902</b>	<b>6,584</b>	<b>7,374</b>	<b>7,743</b>

<i>Percent Distribution</i>										
Gross Receipts Taxes	41.8	43.2	41.3	39.4	41.1	42.7	40.8	40.1	40.6	42.2
Selective Excise Taxes	9.1	9.2	8.9	7.9	8.4	8.7	8.8	8.3	7.8	7.6
Personal Income Tax	18.5	18.7	18.8	17.1	19.7	17.8	17.5	16.8	14.1	15.1
Corporate Income Tax	4.2	3.8	3.5	4.1	2.7	1.9	2.4	3.8	5.2	5.2
Oil and Gas Taxes	8.7	6.3	8.8	14.5	9.6	10.6	13.0	14.3	16.1	13.5
All Other TRD Taxes	5.2	5.6	5.0	4.3	4.3	4.4	3.7	3.9	3.8	3.6
Property Taxes	12.6	13.4	13.6	12.7	14.2	13.9	13.8	12.8	12.3	12.7
<b>Total</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>	<b>100.0</b>

<i>Percent of NM Personal Income</i>										
Gross Receipts Taxes	5.1	5.0	4.9	5.0	4.8	5.0	5.0	5.1	5.4	5.5
Selective Excise Taxes	1.1	1.1	1.1	1.0	1.0	1.0	1.1	1.0	1.0	1.0
Personal Income Tax	2.2	2.2	2.2	2.2	2.3	2.1	2.1	2.1	1.9	2.0
Corporate Income Tax	0.5	0.4	0.4	0.5	0.3	0.2	0.3	0.5	0.7	0.7
Oil and Gas Taxes	1.1	0.7	1.1	1.8	1.1	1.2	1.6	1.8	2.1	1.8
All Other TRD Taxes	0.6	0.7	0.6	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Property Taxes	1.5	1.6	1.6	1.6	1.7	1.6	1.7	1.6	1.6	1.6
<b>Total</b>	<b>12.1</b>	<b>11.6</b>	<b>11.9</b>	<b>12.6</b>	<b>11.7</b>	<b>11.6</b>	<b>12.1</b>	<b>12.6</b>	<b>13.2</b>	<b>13.0</b>

### Addendum:

<b>NM Personal Income</b>	<b>35,805</b>	<b>37,244</b>	<b>39,160</b>	<b>42,204</b>	<b>44,670</b>	<b>45,638</b>	<b>48,579</b>	<b>52,261</b>	<b>55,753</b>	<b>59,641</b>
<b>Taxation and Revenue Department</b>										<b>September 26, 2007</b>
<b>Office of Tax Policy</b>										

<sup>1</sup> Includes the gross receipts tax, compensating tax, governmental gross receipts tax, leased vehicle gross receipts tax, leased vehicle surcharge, interstate telecommunications gross receipts tax, and the telecommunications surcharges.

<sup>2</sup> Includes the liquor excise, local liquor excise, cigarette tax, tobacco products tax, gasoline tax, special fuels tax, petroleum products loading fee, motor vehicle excise, and gaming taxes.

<sup>3</sup> Includes the oil and gas emergency school tax, oil and gas severance tax, oil and gas conservation tax, natural gas processors tax, oil and gas ad valorem production tax, and the oil and gas production equipment ad valorem tax.

<sup>4</sup> Includes the estate tax, severance tax, resources excise tax, copper production ad valorem tax, trip tax, special permits, weight-distance tax, motor vehicle taxes and fees, workers' compensation fee, water conservation fee, and unclaimed property.

<sup>5</sup> Excludes oil and gas ad valorem taxes.

<sup>6</sup> Total excludes state and local taxes other than the property tax that are not collected by TRD.

## Major NM Taxes as a Percent of Personal Income, FY 1998 - FY 2007

